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SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 11-K
ANNUAL REPORT

REC'D S.E.C.
JUN 22 2007
1086

(Mark One):

 X ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

For the fiscal year ended December 31, 2005

 TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission File number 1-3677

A. Full title of the plan and address of the plan, if different from that of the issuer
named below:

ALCANCORP HOURLY EMPLOYEES' SAVINGS PLAN
8770 W Bryn Mawr Avenue
Chicago, IL 60631

B. Name of issuer of the securities held pursuant to the plan and the address of
the principal executive offices:

ALCAN, INC.
1188 Sherbrooke Street West
Montreal, Quebec
Canada H3A 3G2

PROCESSED

JUL 03 2007

THOMSON
FINANCIAL

Financial Statements

Financial statements included in this Annual Report:

Alcancorp Hourly employees' Savings Plan - December 31, 2005 and 2004
Report of Independent Accountants
Statement of Net Assets
Statement of Changes in Net Assets
Notes to Financial Statements

Exhibits

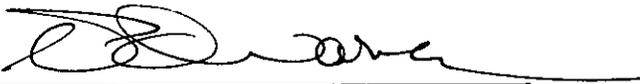
Exhibit included in this Annual Report:
Consent of PricewaterhouseCoopers (Chicago)

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the AlcanCorp Hourly Employees' Savings Plan has duly caused this Annual Report to be signed on its behalf by the Alcan Benefits Committee, Plan Administrator, by a duly authorized member thereof.

ALCANCORP HOURLY EMPLOYEES' SAVINGS PLAN

By: Alcan Employee Benefits Committee
As Plan Administrator

By: 
Paul Warner
Member, Alcan Benefits Committee

June 20, 2007

CONSENT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

We hereby consent to the incorporation by reference in the Registration Statement on Form S-8 (No. 333-89711) of Alcan Inc. of our report dated April 30, 2007 relating to the financial statements of the Alcan Corp Hourly Employees' Savings Plan, which appears in this Form 11-K.

A handwritten signature in cursive script that reads "PricewaterhouseCoopers LLP". The signature is written in black ink and is positioned above the printed name of the firm.

PricewaterhouseCoopers LLP
Chicago, Illinois
June 19, 2007

CONSENT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

We hereby consent to the incorporation by reference in the Registration Statement on Form S-8 (No. 333-89711) of Alcan Inc. of our report dated April 30, 2007 relating to the financial statements of the Alcan Corp Hourly Employees' Savings Plan, which appears in this Form 11-K.

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PricewaterhouseCoopers LLP
Chicago, Illinois
June 19, 2007

Alcancorp Hourly Employees' Savings Plan

**Financial Statements and
Supplemental Schedule
December 31, 2005 and 2004**

Alcancorp Hourly Employees' Savings Plan Index

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Note: All other schedules required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 (ERISA) have been omitted because the conditions under which they are required are not present.

Report of Independent Registered Public Accounting Firm

To the Participants and Administrator of
the Alcancorp Hourly Employees' Savings Plan

In our opinion, the accompanying statements of net assets available for benefits and the related statements of changes in net assets available for benefits present fairly, in all material respects, the net assets available for benefits of Alcancorp Hourly Employees' Savings Plan (the "Plan") at December 31, 2005 and 2004, and the changes in net assets available for benefits for the years then ended in conformity with accounting principles generally accepted in the United States of America. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental schedule of assets (held at end of year) is presented for the purpose of additional analysis and is not a required part of the basic financial statements but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. This supplemental schedule is the responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Chicago, Illinois
April 30, 2007

**Alcancorp Hourly Employees' Savings Plan
Financial Statements**

Statements of Net Assets Available for Benefits

	December 31,	
	2005	2004
Investments:		
Interest in Master Trust (Note 3)	\$ 26,720,437	\$ 39,308,947
Receivables:		
Employer contributions	60,533	177
Participant contributions	133,193	463
Total receivables	<u>193,726</u>	<u>640</u>
Net assets available for benefits	<u>\$ 26,914,163</u>	<u>\$ 39,309,587</u>

Statements of Changes In Net Assets Available for Benefits

	For the Years Ended December 31,	
	2005	2004
Additions to net assets attributable to:		
Interest in net investment gain of Master Trust (Note 3)	\$ 2,112,874	\$ 3,065,455
Contributions:		
Employer	644,346	699,201
Participants	<u>2,795,338</u>	<u>2,884,452</u>
Total additions	<u>5,552,558</u>	<u>6,649,108</u>
Deductions from net assets attributable to:		
Withdrawals and distributions	(3,000,809)	(2,585,219)
Net transfers to other plans	<u>(14,947,173)</u>	<u>(1,137,942)</u>
Total deductions	<u>(17,947,982)</u>	<u>(3,723,161)</u>
Net (decrease)/increase	<u>(12,395,424)</u>	<u>2,925,947</u>
Net assets available for benefits:		
Beginning of the year	<u>39,309,587</u>	<u>36,383,640</u>
End of the year	<u>\$ 26,914,163</u>	<u>\$ 39,309,587</u>

The accompanying notes are an integral part of these financial statements.

**Alcancorp Hourly Employees' Savings Plan
Notes to Financial Statements
December 31, 2005 and 2004**

1. SUMMARY DESCRIPTION OF PLAN

The Alcancorp Hourly Employees' Savings Plan (the "Plan") became effective October 28, 1987. The Plan is administered by Alcan Corporation ("the Company") and is subject to the provisions of the Employee Retirement Income Security Act (ERISA). Vanguard Fiduciary Trust Company (the "Trustee") holds the funds, executes investment transactions, and makes distributions, as directed by the Plan Administrator, to the participants or their beneficiaries. The Vanguard Group serves as the Plan's recordkeeper, allocating net assets to individual participant accounts. Participants may refer to the Plan agreement for a detailed description of the Plan's provisions.

Effective January 6, 2005, Alcan Inc. spun off its Rolled Products Division and its joint ownership in Logan Aluminum Inc. ("Logan") into a new company, Novelis Inc. ("Novelis"). Approximately 400 Novelis and Logan employees continued to participate in the Plan under a transitional services agreement. Novelis participants with a balance in the Company Stock Fund received one share of Novelis Stock for every five shares of Alcan Stock they owned. Novelis shares were credited to one of two new Company Stock Funds - Novelis Stock Fund for Alcan Employees and Novelis Stock Fund for Novelis Employees. In addition, a new Company Stock Fund was created for Novelis employees holding Alcan Stock -- the Alcan Stock Fund for Novelis Employees -- and any balance in the Company Stock Fund held by Novelis employees was transferred to this new fund. Alcan employees are not permitted to make any new contributions or exchange funds into the Novelis Stock Fund for Alcan Employees (closed fund). Similarly, Novelis employees are not permitted to make any new contributions or exchange funds into the Alcan Stock Fund for Novelis Employees (closed fund). See Note 3.

Eligibility and Vesting

All full-time hourly employees of the Company's Warren, Sebree, Terre Haute, Fairmont, and Louisville plant locations, and Toyal America's Lockport plant location (until November 1, 2004) are eligible to join the Plan upon date of hire, or after one year of service for part-time employees.

Participants are fully vested at all times in their respective accounts, except for the Basic Contribution amounts (see *Contributions* below) for Lockport employees, which are 100% vested after two years of service. The nonvested portion of the Basic Contribution at the time of the participant's withdrawal from the Plan or discontinuance of employment shall be forfeited, and such amounts shall be applied to reduce subsequent employer contributions under the Plan. For the years ended December 31, 2005 and 2004 the amount of forfeitures was insignificant.

Contributions

Contributions are made by the Company ("Basic Contributions") in accordance with the collective bargaining agreements at Sebree and Lockport. At Sebree, Basic Contributions are made at a rate of 65 cents for each hour worked. At Lockport, participating employees received a Basic Contribution equal to 50% of any employee contribution not exceeding 5% of compensation. Basic Contributions are invested in each of the funds in the same ratio as chosen by the participant (see *Participant Accounts* below). Participants located at Warren, Terre Haute, Fairmont, and Louisville do not receive Basic Contributions.

Alcancorp Hourly Employees' Savings Plan
Notes to Financial Statements
December 31, 2005 and 2004

Participants may elect at any time to contribute ("Employee Contributions") amounts up to 50% of their compensation either on a before-tax basis, after-tax basis or any combination of the two. In addition, employees may elect to contribute all or a portion of their gain-sharing payment on a before-tax basis ("Special Contribution"). The Plan does not have any non-participant directed contributions.

The Plan accepts rollover contributions from former employers' qualified plans or from an Individual Retirement Account ("Rollover Contribution"). Such amounts are included within participant contributions in the Statements of Changes in Net Assets and were insignificant for the years ended December 31, 2005 and 2004.

Total pre-tax deferrals may not exceed \$14,000 and \$13,000 per participant under the age of 50 for calendar years 2005 and 2004, respectively. Total pre-tax deferrals may not exceed \$18,000 and \$16,000 for participants over 50 years old in 2005 and 2004, respectively.

The participant may elect in a single election to invest, in multiples of 1%, the participant's and any Basic contributions in any of the available investment funds. As provided in the Plan, the participant may change this election and/or elect to transfer any portion of the account balance from one fund to any other fund on a daily basis. All dividends, interest and other distributions received by any fund will be reinvested automatically in the same fund.

Participant Accounts

Each participant has a separate account ("Participant Account") under each fund in which contributions have been invested on behalf of the participant. The account represents Basic Contributions, Employee Contributions, Rollover Contributions, Special Contributions, and the earnings thereon. The net value of each Participant Account is established on a daily basis through the valuation of the trust fund assets at market value, except for assets in the Fixed Income Fund, which were valued at contract value.

Plan Withdrawals and Distributions

Participants may request two withdrawals per year from the Plan; however, the Plan requires that withdrawals be made in the following order of priority:

- (a) any after-tax portion of the Employee Contribution,
- (b) any Rollover Contribution
- (c) any portion of the Basic Contribution in the Plan more than 2 years,
- (d) at age 59-1/2 or over, any Basic Contribution in the Plan less than 2 years, any Special Contribution and any before-tax portion of the Employee Contribution.

Any withdrawals during the period of employment must be in cash. Distributions upon discontinuance of employment are made in cash with one exception: the participant may elect to receive shares from the Company Stock Fund.

Terminated or retired participants with more than \$5,000 in the Plan may leave their funds in the Plan until April 1 following the year they reach age 70-1/2 and may elect to make up to twelve withdrawals from the Plan per year.

Alcancorp Hourly Employees' Savings Plan
Notes to Financial Statements
December 31, 2005 and 2004

Termination Provisions

The Company intends to continue the Plan indefinitely but reserves the right to terminate or amend the Plan as necessary. In the event the Plan terminates, the accounts of the participants will be distributed at the time and in the manner determined by the Plan Administrator and in accordance with the terms of the Plan.

Participant Loans

Participant loans made from the various investment options allow participants to borrow from their account, within the limits specified by the Internal Revenue Service ("IRS"). Loans are taken from a participant's account in the reverse order in which withdrawals are permitted (see above). Outstanding loan balances (the "Loan Fund") and loan transactions are maintained and managed by the Trustee.

Loans must be a minimum of \$1,000 up to a maximum equal to the lesser of \$50,000 or 50 percent of the participant's account balance. The loans bear interest equal to the prime rate, as published in the Wall Street Journal, on the first business day of the month in which the loans are obtained. Loan amounts are taken proportionately from each investment fund within each account based on their balances when the loan is processed. Principal and interest repayments made via payroll deductions or in a lump-sum payment are made into the investment funds according to the participant's current investment election.

Individuals who retire or are terminated prior to meeting their loan obligation have the option to pay the outstanding balance in one lump sum or the loan becomes a distribution from the participant's account. Such distributions are accounted for as withdrawals within the Statements of Changes in Net Assets Available for Benefits.

Plan Transfers

During 2005 and 2004, \$437,137 and \$56,094, respectively, were transferred from the Plan, representing account balances for participants of the Alcancorp Employees' Savings Plan who changed their employment status and became eligible for this Plan.

In addition, there were transfers from this Plan to other Plans not in the Master Trust in the amount of \$14,510,036 and \$1,081,848 for the years ended December 31, 2005 and 2004 respectively (see Note 3).

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Basis of Preparation

The accounting records of the Plan are maintained on the accrual basis.

Alcancorp Hourly Employees' Savings Plan
Notes to Financial Statements
December 31, 2005 and 2004

Valuation of Investments and Income Recognition

The Master Trust's investments, other than the Vanguard Retirement Savings Trust ("VRST"), are stated at fair value, based upon quoted market prices at the close of the last business day on or before December 31. The VRST is a stable value common collective trust, and intends to maintain a constant net asset value of \$1.00 per unit. It is included in the financial statements at contract value which approximates fair value. Participant loans are valued at their outstanding principal balances. Investment purchases and sales are recorded on the trade date basis. Interest is recorded when earned. Dividends are recorded on the ex-dividend date. Capital gains distributions are included in dividend income of the Master Trust.

Prior to November 2004, the Master Trust invested in the Fixed Income Fund, which was valued at contract value (contributions received, plus interest, less plan withdrawals) because it was fully benefit-responsive. The Fixed Income Fund invested in a diversified portfolio of fully-benefit responsive investment contracts that were backed either by the financial strength of the issuing insurance company or by a bank (Guaranteed Investment Contracts or Bank Investment Contracts), or by a portfolio of bonds with a financial guarantee issued by an insurance company or bank that allowed the bond portfolio to be valued at contract value (Alternative Investment Contracts).

The Master Trust's alternative investment contracts provided for a fixed return on principal over a specified period of time through fully benefit-responsive wrapper contracts issued by third parties which were backed by the underlying assets owned by the Trust. The contract value of the alternative investment contracts was \$121,757,267 at December 31, 2004. The fair value of the investments underlying the alternative investment contracts was \$122,635,814 and the fair value of the wrapper contracts was \$(878,547) at December 31, 2004.

There are no reserves for credit risk of the contract issuers or any other risk. The average yield of the Fixed Income Fund was 4.6 % and 3.9%, for the 10 months ended October 31, 2005 and the year ended December 31, 2004, respectively. The crediting interest rates were based on an agreed-upon formula with the issuers, and were reset monthly, quarterly, or annually. The crediting interest rates could not be less than zero percent.

The investments in the Fixed Income Fund were transferred in-kind to the VRST in October 2005.

Payment of Benefits

Distributions are recorded when paid to participants.

Administrative Costs

Investment fees and fund management expenses are deducted from the investment returns of each fund. All other expenses incurred in the administration of the Plan are paid by the Company.

Alcancorp Hourly Employees' Savings Plan
Notes to Financial Statements
December 31, 2005 and 2004

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

Risks and Uncertainties

The Plan provides for various investment options in any combination of investment securities. Investment securities are exposed to various risks, such as interest rate, market and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risks in the near term would materially affect participants' account balances and the amounts reported in the Statement of Net Assets Available for Benefits.

3. MASTER TRUST ARRANGEMENT

The Plan's investments are held by Vanguard Fiduciary Trust Company in the Alcancorp Master Savings Trust ("the Master Trust"), where the Plan's investments are commingled with the Alcancorp Employees' Savings Plan and, effective January 2, 2004 the Thrift and Deferred Compensation Plan for Employees of Alcan Packaging Puerto Rico, Inc. The Plan has a specific interest in the net assets of the Master Trust, which represents the total of the specific interests of the individual participants in the Plan. At December 31, 2005 and 2004, the Plan's interest in the net assets of the Master Trust was approximately 12% and 9%, respectively.

Effective December 2, 2005, Novelis Inc., a former participating employer in both the Plan and the Alcancorp Employees' Savings Plan exited the Master Trust. Assets of \$14,510,036 and \$246,287,814 were transferred from the Plan and the Alcancorp Employees' Savings Plan, respectively, to successor plans and trusts.

Effective January 2, 2004, the assets of the Thrift and Deferred Compensation Plan for Employees of Alcan Packaging Puerto Rico, Inc. in the amount of \$4,744,575 were merged into the Master Trust.

Effective November 1, 2004, Toyal America Inc., a former participating employer in both the Plan and the Alcancorp Employees' Savings Plan exited the Master Trust. Assets of \$1,081,848 and \$4,687,839 were transferred from the Plan and the Alcancorp Employees' Savings Plan, respectively, to successor plans and trusts.

Alcancorp Hourly Employees' Savings Plan
Notes to Financial Statements
December 31, 2005 and 2004

The Master Trust Statements of Net Assets Available for Benefits are provided below:

Assets:	December 31,	
	2005	2004
Investments:		
Short term investment, at market value	\$ -	\$ 6,249,400
Guaranteed investment contracts ("GICs")	-	42,133,326
Alternative investment contracts:		
Corporate Bonds	-	59,855,068
Mortgage-Backed Securities	-	36,335,859
U.S. Government Bonds	-	25,092,527
Wrapper Contracts	-	(878,547)
Other	-	1,352,360
Registered investment companies, at market value	109,187,737	259,985,064
Common/Collective trust, at market value	89,046,713	-
Alcan Inc. common stock, at market value	11,496,221	19,378,646
Novelis Inc. common stock, at market value	872,659	-
Loan Fund	4,593,824	12,438,854
Net Assets	<u>\$ 215,197,154</u>	<u>\$ 461,942,557</u>

Alcancorp Hourly Employees' Savings Plan
Notes to Financial Statements
December 31, 2005 and 2004

The Master Trust investment income is provided below:

	For the Years Ended	
	December 31,	
	2005	2004
Investment income:		
Interest income, investment contracts	\$ 6,513,993	\$ 6,580,239
Interest income, other	649,407	642,153
Dividend income	4,441,760	5,294,199
	<u>11,605,160</u>	<u>12,516,591</u>
Net appreciation (depreciation) in the fair value of investments:		
Registered investment companies	13,065,200	21,938,205
Alcan Inc. common stock	(2,962,814)	1,320,667
Novelis Inc. common stock	1,459,973	-
	<u>\$ 23,167,519</u>	<u>\$ 35,775,463</u>

The net assets in the Master Trust have been distributed among the funds as follows:

	December 31,	
	2005	2004
Funds		
Fixed Income Fund	\$ -	\$ 170,061,741
Vanguard 500 Index Fund	55,045,510	135,603,675
Vanguard Extended Market Index Fund	409,100	32,889,798
Company Stock Fund	11,551,190	19,447,188
Vanguard LifeStrategy Moderate Growth Fund	19,693,882	21,647,579
Vanguard LifeStrategy Growth Fund	228,121	24,152,111
Vanguard Total Bond Market Index Fund	287,014	13,539,540
Vanguard Total International Stock Index Fund	381,359	17,327,564
Vanguard LifeStrategy Conservative Growth Fund	3,848,981	9,460,149
Vanguard LifeStrategy Income Fund	146,924	5,364,647
American Funds EuroPacific Growth Fund	8,372,974	-
American Funds The Growth Fund of America	73,623	-
Dodge & Cox Stock Fund	109,149	-
PIMCO Total Return Fund	6,469,675	-
Vanguard Small-Cap Growth Index Fund	11,274	-
Vanguard Small-Cap Value Index Fund	14,024,914	-
Vanguard Retirement Savings Trust	89,046,713	-
Vanguard Prime Money Market Fund	29,037	9,711
Novelis Stock Fund for Alcan Employees	873,890	-
Loan Fund	4,593,824	12,438,854
Total Funds	<u>\$ 215,197,154</u>	<u>\$ 461,942,557</u>

Alcancorp Hourly Employees' Savings Plan
Notes to Financial Statements
December 31, 2005 and 2004

Fixed Income Fund

Substantially all of the underlying investments of the Fixed Income Fund were transferred in-kind to the VRST in October 2005. The Fixed Income Fund held the following investment contracts and short-term investments as of December 31, 2004:

2004 Fixed Income Fund	Crediting Interest Rate %	Maturity Date	Contract Value Unless Otherwise Noted
<u>Guaranteed and Bank Investment Contracts:</u>			
Bayerische Landesbank	5.81%	July 15, 2005	\$ 3,080,482
GE Life and Annuity Assurance Company	6.07%	April 17, 2006	6,208,639
Principal Financial Group	6.02%	May 10, 2006	3,712,785
Metropolitan Life Insurance Company	5.87%	July 17, 2006	3,038,386
Principal Financial Group	5.86%	December 29, 2006	4,745,953
Travelers	2.84%	November 30, 2007	4,009,833
Monumental Life	3.67%	December 14, 2007	4,006,308
Travelers	3.06%	January 15, 2008	3,084,405
GE Life and Annuity Assurance Company	3.88%	September 30, 2008	3,146,773
New York Life Insurance Company	3.72%	March 31, 2009	4,037,913
Massachusetts Mutual	4.31%	June 30, 2009	3,061,849
			<u>42,133,326</u>
<u>Alternative Investment Contracts:</u>			
IXIS Financial Products	3.66%	January 5, 2005	3,041,334
New York Life Insurance Company	7.05%	March 31, 2005	2,691,925
New York Life Insurance Company	6.11%	February 28, 2006	3,772,488
JP Morgan Chase Bank	7.24%	March 31, 2006	1,020,750
State Street Bank	3.77%	December 31, 2007	10,502,966
Rabobank Nederland	6.18%	June 30, 2008	2,393,253
AIG Financial Products Corp.	3.62%	September 30, 2008	21,073,348
State Street Bank	3.66%	None*	12,288,849
Rabobank Nederland	4.71%	None*	7,649,430
IXIS Financial Products	3.79%	None*	20,206,863
Union Bank of Switzerland	4.67%	None*	15,077,663
Rabobank Nederland	3.68%	None*	17,337,871
JP Morgan Chase Bank	3.46%	None*	4,700,527
			<u>121,757,267</u>
Total Guaranteed and Alternative Investment Contracts			163,890,593
		Short Term Investments, at Market Value	<u>6,171,148</u>
		Total Fixed Income Fund	<u>\$ 170,061,741</u>

(*) This is an indefinite contract with no final maturity date.

Alcancorp Hourly Employees' Savings Plan
Notes to Financial Statements
December 31, 2005 and 2004

Common Stock Funds

Investments include common shares of Alcan Inc. ("Alcan") (282,080 and 395,160 shares at December 31, 2005 and 2004, respectively) and common shares of Novelis Inc. (41,833 and 0 shares at December 31, 2005 and 2004, respectively). Common shares are purchased on the open market or by private purchase, including purchases from Alcan out of authorized but unissued shares, treasury shares or pursuant to such plans for the purchase of shares as Alcan may offer to its shareholders. Funds may be temporarily invested in a short-term investment fund (\$56,200 and \$68,542 at December 31, 2005 and 2004, respectively among both funds), as directed by the Trustee, awaiting the purchase of common shares of Alcan or Novelis.

Effective November 11, 2005 the Novelis Stock Fund was suspended with respect to all future contributions and existing account balances under the plans as a result of Securities and Exchange Commission requirements related to the restatement of the financial statements of Novelis for the first and second quarters of 2005. Access to transfer existing balances out of the fund to other investment options remained intact.

4. RELATED PARTY TRANSACTIONS

Certain Plan investments are shares of mutual funds and units of a common collective trust managed by an affiliate of Vanguard Fiduciary Trust Company, shares of employer securities, and participant loans. These transactions qualify as party-in-interest transactions. These transactions are not, however, considered prohibited transactions under Section 408(b) of the ERISA regulations.

5. TAX STATUS OF THE PLAN

The Internal Revenue Service has determined and informed the Company by a letter dated January 24, 2003, that the Plan is designed in accordance with applicable sections of the Internal Revenue Code (IRC). The Plan has been amended since receiving the determination letter. However, the Plan administrator believes that the Plan is designed and is currently being operated in compliance with applicable requirements of the IRC. Therefore, no provision for income taxes has been included in the Plan's financial statements.

6. NEW ACCOUNTING AND DISCLOSURE STANDARD

In December 2005, the Financial Accounting Standards Board (FASB) issued FASB Staff Position AAG INV-1 and SOP 94-4-1, "Reporting of Fully Benefit-Responsive Investment Contracts Held by Certain Investment Companies Subject to the AICPA Investment Company Guide and Defined-Contribution Health and Welfare and Pension Plans" (the "FSP"), which will be effective for the Plan year ending December 31, 2006. The FSP clarifies the definition of fully benefit-responsive investment contracts and establishes enhanced financial statement presentation and disclosure requirements for defined contribution plans subject to the FSP. Management is in the process of analyzing the impact of the FSP on the accounting, presentation and disclosure of the Plan's investments in bank common collective trusts that hold benefit-responsive investment contracts.

Alcancorp Hourly Employees' Savings Plan
Notes to Financial Statements
December 31, 2005 and 2004

7. SUBSEQUENT EVENT

In May of 2006, participants of the Plan were notified that effective June 30, 2006, the Company Stock Fund and the Novelis Stock Fund for Alcan Employees would no longer be available as investment options in the Plan. If the participant did not transfer balances out of these funds to other investment options of their choice prior to June 30, 2006, the assets were transferred to the Vanguard LifeStrategy Moderate Growth Fund.

Effective February 1, 2006, the Plan was amended to provide automatic enrollment of eligible employees, with 3% pre-tax contributions to be automatically contributed to the Vanguard Moderate Growth Fund.

Alcancorp Hourly Employees' Savings Plan
Schedule H, Item 4i - Schedule of Assets (Held at End of Year)
December 31, 2005

Identity of Issue, Borrower, Lessor or Similar Party	Description of Investment	Current Value
* Participant Loans	Varying maturity dates and interest ranging from 4% to 9.5%	\$1,511,897
Alcancorp Master Savings Trust	Master Trust	25,208,540

* Represents a party-in-interest

END